

MONTHLY FINANCIAL REPORT FOR CORPORATE OR PARTNERSHIP DEBTOR

Case No. 09-20780-KAOReport Month/Year 01/2010Debtor The Cascadia Project LLC

INSTRUCTIONS: The debtor's monthly financial report shall include a cover sheet signed by the debtor and all UST forms and supporting documents. Exceptions, if allowed, are noted in the checklist below. Failure to comply with the reporting requirements of Local Bankruptcy Rule 2015-2(a), or the United States Trustee's reporting requirements, is cause for conversion or dismissal of the case.

The debtor has provided the following with this monthly financial report:		Yes	No
UST-12	Comparative Balance Sheet, <u>or</u> debtor's balance sheet. The debtor's balance sheet, if used, <u>shall include a breakdown of pre- and post-petition liabilities</u> . The breakdown may be provided as a separate attachment to the debtor's balance sheet.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
UST-13	Comparative Income Statement, <u>or</u> debtor's income statement.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
UST-14	Summary of Deposits and Disbursements	<input checked="" type="checkbox"/>	<input type="checkbox"/>
UST-14 Continuation Sheets	Statement(s) of Cash Receipts and Disbursements A Continuation Sheet shall be completed for each bank account or other source of debtor funds and shall include a monthly bank statement and all supporting documents described in the instructions.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
UST-15	Statement of Aged Receivables A detailed accounting of aged receivables shall be provided on, or in an attachment to, UST-15.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
UST-16	Statement of Aged Post-Petition Payables A detailed accounting of aged post-petition payables shall be provided on, or in an attachment to, UST-16.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
UST-17	Other Information When applicable, attach supporting documents such as an escrow statement for the sale of real property or an auctioneer's report for property sold at auction. When changes or renewals of insurance occur, attach a copy of the new certificate of insurance or a copy of the bond.	<input checked="" type="checkbox"/>	<input type="checkbox"/>

CONTACT INFORMATION

Who is the best person to contact if the UST has questions about this report?

Name Scott Wu
 Telephone (425) 646-3037
 Email wuk@CascadiaCorp.com

Debtor The Cascadia Project LLC

Case Number → 09-20780

Report Mo/Yr → 01/2010

DEBTOR'S CERTIFICATION

INSTRUCTIONS: The debtor, or trustee, if appointed, must answer questions 1 and 2 and sign this financial report where indicated below. Only an officer or director has authority to sign a financial report for a corporate debtor and only a general partner has authority to sign a financial report for a partnership debtor. Debtor's counsel may not sign a financial report for the debtor.

Question 1 At month end, was the debtor delinquent on any post-petition tax obligation?

Yes ☐ No ☒
If yes, list each delinquent post-petition tax obligation on page 9.

Question 2 For purposes of calculating the debtor's obligation under 28 U.S.C. 1130(a)(6) to pay a quarterly fee to the United States Trustee, TOTAL DISBURSEMENTS this month from all sources were:

Complete page 6 to calculate TOTAL DISBURSEMENTS and enter the total here.

\$ 63,408.34

I certify under penalty of perjury that other information contained in this monthly financial report is complete, true, and accurate to the best of my knowledge, information, and belief.

Debtor's
signature

Date 2.15.10

Monthly Financial Reports (due on the 15th of the subsequent month)

Original Place of Filing:

Seattle, WA ▼	Tacoma, WA ▼
File the <u>original</u> with the court:: United States Bankruptcy Court United States Courthouse 700 Stewart Street, Suite 6103 Seattle, WA 98101	File the <u>original</u> with the court:: United States Bankruptcy Court 1717 Pacific Avenue, Suite 2100 Tacoma, WA 98402
AND serve a <u>copy</u> on each of the following:	
<ul style="list-style-type: none">● Each member of any committees elected or appointed pursuant to the Bankruptcy Code, and to their authorized agents.● Debtor's counsel.	
NOTE: If the report is electronically filed with the Court, the United States Trustee will be served automatically. There is no need to serve an additional copy on the United States Trustee.	

Debtor The Cascadia Project LLC

Case Number → 09-20780

Report Mo/Yr → 01/2010

UST-12, COMPARATIVE BALANCE SHEET

Please see attached Balance Sheet

As of month ending →			
ASSETS			
Current Assets			
Cash			
Cash - Held by Others (Escrow & Attorney Trust Accounts)			
Accounts Receivable (net)			
Notes Receivable			
Inventory			
Prepaid Expenses			
Other (attach list)			
Total Current Assets			
Fixed Assets			
Real Property/Buildings			
Equipment			
Accumulated Depreciation			
Total Fixed Assets			
Other Assets (attach list)			
TOTAL ASSETS			
LIABILITIES			
Post-Petition Liabilities			
Taxes Payable			
Other Accounts Payables			
Notes Payable			
Rents, Leases & Mortgages Payable			
Accrued Interest			
Other (specify)			
Total Post-Petition Liabilities			

(contd. on next page)

Debtor The Cascadia Project LLC

Case Number ⇨ 09-20780

Report Mo/Yr ⇨ 01/2010

UST-12, COMPARATIVE BALANCE SHEET (contd.)

Please see attached Balance Sheet

As of month ending ⇨			
Pre-Petition Liabilities			
Unsecured Debt			
Priority Debt:			
Taxes			
Wages			
Deposits			
Other			
Notes Payable (Secured Debt)			
Total Pre-Petition Liabilities			
TOTAL LIABILITIES			
EQUITY			
Stockholders' Equity (Or Deficit)			
Capital Stock			
Paid-In Capital			
Retained Earnings			
Total Stockholders' Equity (Or Deficit)			
Partners' Investment (Or Deficit)			
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY OR PARTNERS' INVESTMENT			

Footnotes to balance sheet:

The Cascadia Project LLC
Statements of Assets, Liabilities and Member's Deficit
Federal Income Tax Basis
January 31, 2010

	1/31/10	12/31/09
Assets		
Land and improvements	\$ 117,656,561	\$ 117,656,561
Investment in Joint Venture	7,767,634	7,767,634
Cash and cash equivalents	(10,321)	4,666
Escrow - restricted cash	988,238	361,235
Deposits - utility providers	14,820	14,820
Accounts receivable	2,831,249	2,820,000
Due from related parties	1,008,899	1,006,455
Prepaid expenses	195,543	195,543
Equipment, net of depreciation	21,471	21,471
Total assets	<u>\$ 130,474,094</u>	<u>\$ 129,848,385</u>
Liabilities and Member's Deficit		
Pre-petition liabilities:		
Pre-petition liabilities-received after petition filed	\$ 53,745	\$ 53,745
Bank loans (see Note)	69,543,182	69,543,182
Note payable to related party	51,856,421	51,856,421
Real property tax	17,356	17,356
Accounts payable and other accrued expenses	439,241	439,251
Contracts and retentions payable	1,611,547	1,611,547
Due to related party	432,247	432,247
Due to member	1,000,000	1,000,000
Total pre-petition liabilities	<u>124,953,739</u>	<u>124,953,749</u>
Post-petition liabilities:		
Taxes Payable	1,601	4,781
Other Accounts Payable	17,032	8,987
Notes Payable	173,000	115,000
Accrued Interest	1,795	365
Total post-petition liabilities	<u>193,428</u>	<u>129,133</u>
Obligation for future costs recognized	9,309,787	9,309,787
Total liabilities	<u>134,456,954</u>	<u>134,392,669</u>
Member's deficit	(3,982,860)	(4,544,284)
Total liabilities and member's deficit	<u>\$ 130,474,094</u>	<u>\$ 129,848,385</u>

Note: The balance for bank loans is as of February 28, 2009, the date of the most recent accounting provided by the bank, less subsequent principal payments of \$2,500,000.

Debtor The Cascadia Project LLC

Case Number ⇒ 09-20780

Report Mo/Yr ⇒ 01/2010

UST-13, COMPARATIVE INCOME STATEMENT*Please see attached Income Statement.*

For the month of ⇒			
GROSS SALES			
Less: Returns and Allowances			
Net Sales			
Cost of Sales:			
Beginning Inventory			
Add: Purchases			
Less: Ending Inventory			
Cost of Goods Sold			
GROSS MARGIN			
Other Operating Expenses:			
Officers' Salaries			
Other Salaries/Direct Labor			
Employee Benefits/Payroll Taxes			
Insurance			
Rent			
General and Administrative			
NET OPERATING PROFIT (LOSS)			
Add: Other Income			
Less: Interest Expense			
Other Adjustments to Income (Explain)			
Gain (Loss) on Sale of Assets			
Net Profit (Loss) Before Taxes			
Income Taxes			
NET PROFIT (LOSS)			

Notes:

The Cascadia Project LLC
 Statements of Revenues, Expenses and Member's Deficit
 Federal Income Tax Basis
 For the period ended January 31, 2010

	1/31/10	12/31/09
Revenue from easement sale	548,750	-
Cost of property sold and selling costs	(1,671)	-
Gross profit	<u>547,079</u>	<u>-</u>
Operating expenses:		
Interest and bank charges (see Note)	-	518,235
Consulting and marketing	4,625	263,992
Insurance	25	270,033
Real estate taxes	-	43,330
Salaries and payroll	27,966	634,664
Security	4,496	54,838
Legal and accounting	-	204,790
Office and administrative	28,414	299,587
Travel and entertainment	1,067	15,760
Advertising and promotion	-	-
Less IRC 263(A) costs allocated to land and improvements	<i>To be determined</i>	<i>To be determined</i>
Total expenses	<u>66,593</u>	<u>2,305,229</u>
Loss from operations	480,486	(2,305,229)
Other income (expenses):		
Interest income	2,384	36,300
Other interest expense - post-petition	(1,430)	(365)
Timber harvesting revenue	79,924	150,941
Other income	60	10,881
Depreciation and amortization	<i>To be determined</i>	<i>To be determined</i>
Contributions	-	-
	<u>80,938</u>	<u>197,757</u>
Net profit (loss)	561,424	(2,107,472)
Member's deficit, beginning of year	(4,544,284)	(2,506,812)
Capital contributions, net	<u>-</u>	<u>70,000</u>
Member's deficit, end of this period	<u>(3,982,860)</u>	<u>(4,544,284)</u>

Note: Includes bank interest through February 28, 2009, the date of the most recent accounting provided by the bank.

Debtor The Cascadia Project LLC

Case Number ⇒ 09-20780

Report Mo/Yr ⇒ 01/2010

UST-14, SUMMARY OF DEPOSITS & DISBURSEMENTS

INSTRUCTIONS: BEFORE COMPLETING THIS PAGE, prepare a UST-14 CONTINUATION SHEET (see next page) for each bank account or other source of the debtor's funds. The deposit and disbursement total from each CONTINUATION SHEET will be used to complete this SUMMARY.

The debtor is responsible for providing an accurate monthly disbursement total for the purpose of calculating its obligation pursuant to 28 U.S.C. § 1930 (a)(6) to pay statutory fees to the United States Trustee. The disbursement total encompasses all payments made by the bankruptcy estate during the reporting month, whether made directly by the debtor or by another party for the debtor. It includes checks written and cash payments for inventory and equipment purchases, payroll and related taxes and expenses, other operating costs, and debt reduction. It also includes payments made pursuant to joint check arrangements and those resulting from a sale or liquidation of the debtor's assets. The only transactions normally excluded from the disbursement total are transfers within the same reporting month between multiple debtor accounts.

A fee payment is due within 30 days after the end of each calendar quarter, or on April 30, July 31, October 31, and January 31, respectively. Since the amount billed is an estimate, the debtor is responsible for paying the correct statutory fee based on its actual disbursements for the calendar quarter, or portion thereof the debtor was in Chapter 11. Failure to pay statutory fees to the United States Trustee is cause for conversion or dismissal of the case. A copy of the statutory fee schedule may be found on the United States Trustee's website located at: www.usdoj.gov/ust/r18/s_library.htm

If you have questions computing the disbursement total, contact the Bankruptcy Analyst assigned to your case at (206) 553-2000.

Summary of Deposits This Month

Deposits from UST-14 Continuation Sheet(s)	\$685,003.82
Cash receipts not included above (if any)	
TOTAL RECEIPTS	685,003.82

Summary of Disbursements This Month

Disbursements from UST-14 Continuation Sheet(s)	61,737.75
Disbursements resulting from asset sales out of the ordinary course (see Page 13, Question 1)	1,670.59
Disbursements made by other parties for the debtor (if any, explain)	
TOTAL DISBURSEMENTS	Note: Enter the amount for TOTAL DISBURSEMENTS here and on Page 2. 63,408.34
NET CASH FLOW (TOTAL RECEIPTS MINUS TOTAL DISBURSEMENTS)	\$621,595.48

At the end of this reporting month, did the debtor have any delinquent statutory fees owing to the United States Trustee? Yes ☐ No ☒ If "Yes", list each quarter that is delinquent and the amount due.

(UST-14 CONTINUATION SHEETS, with attachments, should follow this page.)

Debtor The Cascadia Project LLC

Case Number → 09-20780

Report Mo/Yr → 01/2010

**UST-14, CONTINUATION SHEET
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS****INSTRUCTIONS:** Prepare a CONTINUATION SHEET for each bank account or other source of the debtor's funds and attach supporting documents as indicated on the checklist below.

Depository (bank) name → Account number →	The Commerce Bank of Washington Checking Account # [REDACTED] 367
Purpose of this account (select one): <input checked="" type="checkbox"/> General operating account <input type="checkbox"/> General payroll account <input type="checkbox"/> Tax deposit account (payroll, sales, gambling, or other taxes) <input type="checkbox"/> Other (explain) _____	
Beginning cash balance	\$ 4636.87
Add: Transfers in from other estate bank accounts	
Cash receipts deposited to this account	
Financing or other loaned funds (identify source) <i>Y.F. Chen</i>	58,000.00
Total cash available this month	62,636.87
Subtract: Transfers out to other estate bank accounts	
Cash disbursements from this account (total checks written plus cash withdrawals, if any)	61,737.75
Adjustments, if any (explain) <i>Bank charge error, reimb. on 2/1/10</i>	(11,248.69) *
Ending cash balance	(\$10,349.57)
Does this CONTINUATION SHEET include the following supporting documents, as required:	
	Yes No
• A monthly bank statement (or trust account statement);	<input checked="" type="checkbox"/> <input type="checkbox"/>
• A detailed list of receipts for that account (deposit log or receipts journal);	<input checked="" type="checkbox"/> <input type="checkbox"/>
• A detailed list of disbursements for that account (check register or disbursement journal); and,	<input checked="" type="checkbox"/> <input type="checkbox"/>
• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.	<input type="checkbox"/> <input checked="" type="checkbox"/>
<i>* see following page</i>	

UST-14 CONTINUATION SHEET, Number 1 of 8

Scott Wu

From: The Commerce Bank of Washington [thecommercebank@tcbwa.com]
Sent: Tuesday, February 02, 2010 6:59 AM
To: 'wuk@cascadiacorp.com'
Subject: Deposit Receipts from The Commerce Bank

DATE: 2/1/2010

PAGE: 1

The Cascadia Project, LLC
The Cascadia Proj

ADVICE OF CREDIT

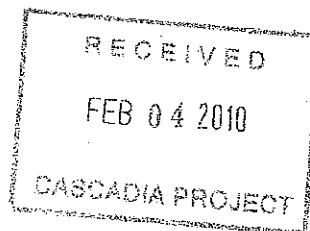
ACCOUNT: xxxx367

DATE	AMOUNT	DESCRIPTION
2/1/2010	\$27,000.00	ONLINE TRANSFER FROM PERSONAL MONEY MARKET-0739
2/1/2010	*\$11,248.69	Check #24351 posted on 01/19/01 in error
TOTAL:	\$38,248.69	

THE
COMMERCE
BANK
OF WASHINGTON

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ACCOUNT:

PAGE: 1
367 01/29/2010



The Cascadia Project, LLC
11232 NE 15th Street #201
Bellevue WA 98004-3719

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The Commerce Bank will be closed on Monday, February 15th, in observance of Presidents' Day
As there will be no regular courier service, please contact Barbara at (206) 292-3900 the previous business day if you need a special delivery.
Thank you for your continued business.

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Checking ACCOUNT 367

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LAST STATEMENT 12/31/09 71,172.25 ✓
4 CREDITS 73,000.00
49 DEBITS 146,823.00
THIS STATEMENT 01/29/10 2,650.75 ✓

----- OTHER CREDITS -----

DESCRIPTION	DATE	AMOUNT
ONLINE TRANSFER FROM PERSONAL MONEY MARKET-0739	01/12	18,000.00 ✓
ONLINE TRANSFER FROM PERSONAL MONEY MARKET-0739	01/20	22,000.00 ✓
ONLINE TRANSFER FROM PERSONAL MONEY MARKET-0739	01/22	30,000.00 ✓
ONLINE TRANSFER FROM PERSONAL MONEY MARKET-0739	01/28	3,000.00 ✓

----- CHECKS -----

CHECK #..DATE.....AMOUNT	CHECK #..DATE.....AMOUNT	CHECK #..DATE.....AMOUNT
533 01/12 4,337.40 ✓	10340*01/01 131.11	10353 01/05 1,818.40
534 01/04 5,408.85 ✓	10342 01/06 201.87	10354 01/05 5,877.06
535 01/05 3,598.51 ✓	10343 01/04 3,358.22	10355 01/07 131.11
536 01/04 1,782.43 ✓	10344 01/07 20,000.00 ✓	10356 01/11 275.70
537 01/14 684.65 ✓	10345 01/06 617.91	10357 01/07 313.44
538 01/08 3,187.75 ✓	10346 01/06 289.65 ✓	10358 01/19 163.41
539 01/22 4,016.21 ✓	10347 01/05 345.00	10359 01/19 81.44
540 01/22 5,057.70 ✓	10348 01/05 525.00	10360 01/19 10,000.00
541 01/21 3,316.02 ✓	10349 01/07 875.50	10361 01/20 695.00
542 01/21 1,837.23 ✓	10350 01/08 3,525.00	10362 01/19 192.36
543*01/25 3,179.88 ✓	10351 01/07 1,450.82	10363 01/19 450.00
10312*01/20 6,800.00 ✓	10352 01/01 1,000.00	10364 01/15 2,980.58

*** CONTINUED ***

**including correction of \$15,000 error*

THE
COMMERCE
BANK
OF WASHINGTON

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ACCOUNT:

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The Cascadia Project, LLC

Checking ACCOUNT 367

CHECKS					
CHECK #	DATE	AMOUNT	CHECK #	DATE	AMOUNT
10365	01/19	160.54	10369	01/25	3,630.32
10366	01/25	2,600.00	10370	01/26	25.00
10367	01/15	300.00	10372	01/25	405.00
10368	01/21	500.00	10375	01/27	875.50

(*) INDICATES A GAP IN CHECK NUMBER SEQUENCE

DESCRIPTION	DATE	AMOUNT
270040600853598 IRS USATAXPYMT	01/06	4,343.40
ONLINE TRANSFER TO PERSONAL MONEY MARKET-0739	01/22	15,000.00
270042700246736 IRS USATAXPYMT	01/27	6,142.73

ITEMIZATION OF OVERDRAFT AND RETURNED ITEM FEES

	TOTAL FOR THIS PERIOD	TOTAL YEAR TO DATE
* TOTAL OVERDRAFT FEES:	.00	.00
* TOTAL RETURNED ITEM FEES:	.00	.00

DAILY BALANCE					
DATE	BALANCE	DATE	BALANCE	DATE	BALANCE
01/01	70,041.14	01/11	12,115.52	01/21	8,368.20
01/04	59,491.64	01/12	25,778.12	01/22	14,294.29
01/05	47,327.67	01/14	25,093.47	01/25	4,479.09
01/06	41,874.84	01/15	21,812.89	01/26	4,454.09
01/07	19,103.97	01/19	483.55-	01/27	2,564.14-
01/08	12,391.22	01/20	14,021.45	01/28	2,650.75-

ENTERED
FEB 16 2010

The Cascadia Project LLC

Checking Account Register

1/1/10-1/31/10

Date	Check#	Vender	Amount
Beginning Book Balance 1/1/10			\$ 4,636.87
1/6/10	EFT S	EFTPS	(4,343.40)
1/11/10	10358	CenturyTel	(163.41)
1/11/10	10359	Crystal and Sierra Springs	(81.44)
1/11/10	10360	CreekSide Associates LLC	(10,000.00)
1/11/10	10361	Fidelity Investment institutional	(695.00)
1/11/10	10362	GE Capital	(192.36)
1/11/10	10363	Islander Tech	(450.00)
1/11/10	10364	MBA Trust	(2,980.58)
1/11/10	10365	Office Depot Credit Plan	(160.54)
1/11/10	10366	Pierce County Security	(2,600.00)
1/11/10	10367 S	Public Storage	(300.00)
1/14/10	10368	Tom Cumpston	(500.00)
1/19/10		The Commerce Bank of WA	(11,248.69) *
1/20/10	539 S	Patrick Kuo	(4,016.21)
1/20/10	540 S	Steven Ahrens	(5,057.70)
1/20/10	541 S	Thomas Uren	(3,316.02)
1/20/10	542 S	Kun-Feng Scott Wu	(1,837.23)
1/20/10	543 S	John Ladenburg	(3,179.88)
1/22/10	10369 S	Charles Lappenbusch Consulting, LLC	(3,630.32)
1/22/10	10370	National Notary Association	(25.00)
1/22/10	10371	Protection One	(1,033.66)
1/22/10	10372	Sean Morishige	(405.00)
1/22/10	10373	Murreys Disposal Co, Inc.	(78.24)
1/22/10	10374	Sage Software	(3,481.01)
1/22/10	10375	Pacific Mobile Structures, Inc.	(875.50)
1/22/10	10376 S	Puget Sound Energy	(3,086.61)
1/26/10	10377	Master Builder Association	(500.00)
1/26/10	10378	U.S. Trustee	(1,625.00)
1/27/10	EFT S	EFTPS	(6,142.73)
1/29/10	10379	**VOID**	-
1/29/10	10380	Nancy Hernandez	(119.50)
1/29/10	10381	Puget Sound Energy	(9.53)
1/29/10	10382 S	Public Storage	(325.00)
1/29/10	10383	Integra Telecom	(526.88)
Total Disbursement 1/1/10-1/31/10			(72,986.44)
1/12/10	TXFR	Y.K. Chen	18,000.00

1/20/10	TXFR	Y.K. Chen	22,000.00
1/22/10	TXFR	Y.K. Chen	15,000.00
1/28/10	TXFR	Y.K. Chen	<u>3,000.00</u>
Total Funding/Misc. Deposit 1/1/10-1/31/10			58,000.00

Ending Book Balance 1/31/10	<u>(10,349.57)</u>
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* Commerce Bank charge error

Debtor The Cascadia Project LLC

Case Number → 09-20780

Report Mo/Yr → 01/2010

**UST-14, CONTINUATION SHEET
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**

INSTRUCTIONS: Prepare a CONTINUATION SHEET for each bank account or other source of the debtor's funds and attach supporting documents as indicated on the checklist below.

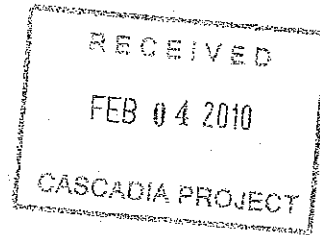
Depository (bank) name → Account number →	The Commerce Bank of Washington Money Market Account # [REDACTED] 375
Purpose of this account (select one): <input checked="" type="checkbox"/> General operating account <input type="checkbox"/> General payroll account <input type="checkbox"/> Tax deposit account (payroll, sales, gambling, or other taxes) <input type="checkbox"/> Other (explain) _____	
Beginning cash balance	\$ 0.44
Add: Transfers in from other estate bank accounts	
Cash receipts deposited to this account	
Financing or other loaned funds (identify source)	
Total cash available this month	0.44
Subtract: Transfers out to other estate bank accounts	
Cash disbursements from this account (total checks written plus cash withdrawals, if any)	
Adjustments, if any (explain)	
Ending cash balance	\$ 0.44
Does this CONTINUATION SHEET include the following supporting documents, as required:	
	Yes No
• A monthly bank statement (or trust account statement);	<input checked="" type="checkbox"/> <input type="checkbox"/>
• A detailed list of receipts for that account (deposit log or receipts journal);	<input type="checkbox"/> <input checked="" type="checkbox"/>
• A detailed list of disbursements for that account (check register or disbursement journal); and,	<input type="checkbox"/> <input checked="" type="checkbox"/>
• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.	<input type="checkbox"/> <input checked="" type="checkbox"/>

UST-14 CONTINUATION SHEET, Number 2 of 8

THE
COMMERCE
BANK
OF WASHINGTON

007 00001 00
ACCOUNT:

PAGE: 1
01/29/2010



The Cascadia Project, LLC
11232 NE 15th Street #201
Bellevue WA 98004-3719

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The Commerce Bank will be closed on Monday, February 15th, in observance of Presidents' Day
As there will be no regular courier service, please contact Barbara at (206) 292-3900 the previous business day if you need a special delivery.
Thank you for your continued business.

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Money Market ACCOUNT 375

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INTEREST PAID 2009	1,140.64	LAST STATEMENT 12/31/09	.44
MINIMUM BALANCE	.44	CREDITS	.00
AVG AVAILABLE BALANCE	.44	DEBITS	.00
AVERAGE BALANCE	.44	THIS STATEMENT 01/29/10	.44

- - - ITEMIZATION OF OVERDRAFT AND RETURNED ITEM FEES - - -

*	TOTAL FOR	TOTAL	*
*	THIS PERIOD	YEAR TO DATE	*
*			*
*	TOTAL OVERDRAFT FEES:	.00	.00
*	TOTAL RETURNED ITEM FEES:	.00	.00

- END OF STATEMENT -

Debtor The Cascadia Project LLC

Case Number → 09-20780

Report Mo/Yr → 01/2010

**UST-14, CONTINUATION SHEET
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**

INSTRUCTIONS: Prepare a CONTINUATION SHEET for each bank account or other source of the debtor's funds and attach supporting documents as indicated on the checklist below.

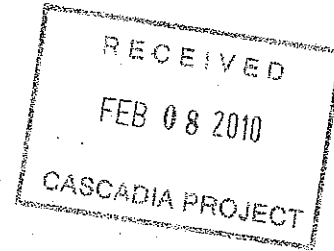
Depository (bank) name → Account number →	The Commerce Bank of Washington DIP-City of Orting Checking Account # [REDACTED] 920															
Purpose of this account (select one): <input type="checkbox"/> General operating account <input type="checkbox"/> General payroll account <input type="checkbox"/> Tax deposit account (payroll, sales, gambling, or other taxes) <input checked="" type="checkbox"/> Other (explain) <u>Restricted escrow account</u>																
Beginning cash balance	\$ 113,997.59															
Add: Transfers in from other estate bank accounts																
Cash receipts deposited to this account																
Financing or other loaned funds (identify source)																
Total cash available this month	113,997.59															
Subtract: Transfers out to other estate bank accounts																
Cash disbursements from this account (total checks written plus cash withdrawals, if any)																
Adjustments, if any (explain)																
Ending cash balance	\$ 113,997.59															
<table style="width: 100%; border: none;"><tr><td style="width: 75%;">Does this CONTINUATION SHEET include the following supporting documents, as required:</td><td style="width: 10%; text-align: center;">Yes</td><td style="width: 15%; text-align: center;">No</td></tr><tr><td>• A monthly bank statement (or trust account statement);</td><td style="text-align: center;"><input type="checkbox"/></td><td style="text-align: center;"><input type="checkbox"/></td></tr><tr><td>• A detailed list of receipts for that account (deposit log or receipts journal);</td><td style="text-align: center;"><input type="checkbox"/></td><td style="text-align: center;"><input type="checkbox"/></td></tr><tr><td>• A detailed list of disbursements for that account (check register or disbursement journal); and,</td><td style="text-align: center;"><input type="checkbox"/></td><td style="text-align: center;"><input type="checkbox"/></td></tr><tr><td>• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.</td><td style="text-align: center;"><input type="checkbox"/></td><td style="text-align: center;"><input type="checkbox"/></td></tr></table>		Does this CONTINUATION SHEET include the following supporting documents, as required:	Yes	No	• A monthly bank statement (or trust account statement);	<input type="checkbox"/>	<input type="checkbox"/>	• A detailed list of receipts for that account (deposit log or receipts journal);	<input type="checkbox"/>	<input type="checkbox"/>	• A detailed list of disbursements for that account (check register or disbursement journal); and,	<input type="checkbox"/>	<input type="checkbox"/>	• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.	<input type="checkbox"/>	<input type="checkbox"/>
Does this CONTINUATION SHEET include the following supporting documents, as required:	Yes	No														
• A monthly bank statement (or trust account statement);	<input type="checkbox"/>	<input type="checkbox"/>														
• A detailed list of receipts for that account (deposit log or receipts journal);	<input type="checkbox"/>	<input type="checkbox"/>														
• A detailed list of disbursements for that account (check register or disbursement journal); and,	<input type="checkbox"/>	<input type="checkbox"/>														
• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.	<input type="checkbox"/>	<input type="checkbox"/>														

UST-14 CONTINUATION SHEET, Number 3 of 8

THE
COMMERCE
BANK
OF WASHINGTON

007 00001 00
ACCOUNT:

PAGE: 1
920 01/29/2010



H

The Cascadia Project LLC
Debtor in Possession Acct FBO
City of Orting
601 Union St. Suite 3600
Seattle WA 98101

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0
0

=====

The Commerce Bank will be closed on Monday, February 15th, in observance of Presidents' Day
As there will be no regular courier service, please contact Barbara at (206) 292-3900 the previous business day if you need a special delivery.
Thank you for your continued business.

=====

=====

Checking ACCOUNT 920

=====

		LAST STATEMENT 12/31/09	113,997.59✓
MINIMUM BALANCE	113,997.59	CREDITS	.00
AVG AVAILABLE BALANCE	113,997.59	DEBITS	.00
AVERAGE BALANCE	113,997.59	THIS STATEMENT 01/29/10	113,997.59✓

- - - ITEMIZATION OF OVERDRAFT AND RETURNED ITEM FEES - - -

```

*****
*                                     TOTAL FOR      TOTAL      *
*                                     THIS PERIOD    YEAR TO DATE *
*                                     *               *
* TOTAL OVERDRAFT FEES:                .00          .00      *
* TOTAL RETURNED ITEM FEES:             .00          .00      *
*****

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Debtor The Cascadia Project LLC

Case Number → 09-20780
Report Mo/Yr → 01/2010

**UST-14, CONTINUATION SHEET
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**

INSTRUCTIONS: Prepare a CONTINUATION SHEET for each bank account or other source of the debtor's funds and attach supporting documents as indicated on the checklist below.

Depository (bank) name → Account number →	The Commerce Bank of Washington DIP-Pierce County Sewer Bond Checking Account # [REDACTED] 912	
Purpose of this account (select one): <input type="checkbox"/> General operating account <input type="checkbox"/> General payroll account <input type="checkbox"/> Tax deposit account (payroll, sales, gambling, or other taxes) <input checked="" type="checkbox"/> Other (explain) <u>Restricted escrow account</u>		
Beginning cash balance		\$ 234,520.73
Add: Transfers in from other estate bank accounts		
Cash receipts deposited to this account		
Financing or other loaned funds (identify source)		
Total cash available this month		234,520.73
Subtract: Transfers out to other estate bank accounts		
Cash disbursements from this account (total checks written plus cash withdrawals, if any)		
Adjustments, if any (explain)		
Ending cash balance		\$ 234,520.73
Does this CONTINUATION SHEET include the following supporting documents, as required:		
		Yes No
• A monthly bank statement (or trust account statement);		<input checked="" type="checkbox"/> <input type="checkbox"/>
• A detailed list of receipts for that account (deposit log or receipts journal);		<input type="checkbox"/> <input checked="" type="checkbox"/>
• A detailed list of disbursements for that account (check register or disbursement journal); and,		<input type="checkbox"/> <input checked="" type="checkbox"/>
• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.		<input type="checkbox"/> <input checked="" type="checkbox"/>

UST-14 CONTINUATION SHEET, Number 4 of 8

THE
COMMERCE
BANK
OF WASHINGTON

007 00001 00
ACCOUNT:

PAGE: 1
912 01/29/2010

H

The Cascadia Project LLC
Debtor in Possession Acct FBO
Pierce Cty Pub Works & Utility
601 Union St. Suite 3600
Seattle WA 98101

30
0
0

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The Commerce Bank will be closed on Monday, February 15th, in observance of Presidents' Day
As there will be no regular courier service, please contact Barbara at (206) 292-3900 the previous business day if you need a special delivery.
Thank you for your continued business.

=====

=====

Checking ACCOUNT 912

=====

		LAST STATEMENT 12/31/09	234,520.73✓
MINIMUM BALANCE	234,520.73	CREDITS	.00
AVG AVAILABLE BALANCE	234,520.73	DEBITS	.00
AVERAGE BALANCE	234,520.73	THIS STATEMENT 01/29/10	234,520.73✓

- - - ITEMIZATION OF OVERDRAFT AND RETURNED ITEM FEES - - -

*		TOTAL FOR	TOTAL	*
*		THIS PERIOD	YEAR TO DATE	*
*				*
*	TOTAL OVERDRAFT FEES:	.00	.00	*
*	TOTAL RETURNED ITEM FEES:	.00	.00	*

Debtor The Cascadia Project LLC

Case Number → 09-20780

Report Mo/Yr → 01/2010

**UST-14, CONTINUATION SHEET
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**

INSTRUCTIONS: Prepare a CONTINUATION SHEET for each bank account or other source of the debtor's funds and attach supporting documents as indicated on the checklist below.

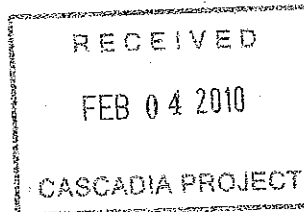
Depository (bank) name → Account number →	The Commerce Bank of Washington DIP-O Parcel Timber Proceeds Checking Account # [REDACTED] 919
Purpose of this account (select one): <input type="checkbox"/> General operating account <input type="checkbox"/> General payroll account <input type="checkbox"/> Tax deposit account (payroll, sales, gambling, or other taxes) <input checked="" type="checkbox"/> Other (explain) <u>Segregated account for non-collateralized timber proceeds</u>	
Beginning cash balance	\$ 12,716.71
Add: Transfers in from other estate bank accounts	
Cash receipts deposited to this account	
Financing or other loaned funds (identify source)	
Total cash available this month	12,716.71
Subtract: Transfers out to other estate bank accounts	
Cash disbursements from this account (total checks written plus cash withdrawals, if any)	
Adjustments, if any (explain)	
Ending cash balance	\$ 12,716.71
Does this CONTINUATION SHEET include the following supporting documents, as required:	
	Yes No
• A monthly bank statement (or trust account statement);	<input checked="" type="checkbox"/> <input type="checkbox"/>
• A detailed list of receipts for that account (deposit log or receipts journal);	<input type="checkbox"/> <input checked="" type="checkbox"/>
• A detailed list of disbursements for that account (check register or disbursement journal); and,	<input type="checkbox"/> <input checked="" type="checkbox"/>
• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.	<input type="checkbox"/> <input checked="" type="checkbox"/>

UST-14 CONTINUATION SHEET, Number 5 of 8

THE
COMMERCE
BANK
OF WASHINGTON

007 00001 00
ACCOUNT:

PAGE: 1
919 01/29/2010



The Cascadia Project, LLC
C/O Kuo & Co.
0 Parcel Timber Proceeds
11232 NE 15th Street #201
Bellevue WA 98004-3719

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0
0

=====

The Commerce Bank will be closed on Monday, February 15th, in observance of Presidents' Day
As there will be no regular courier service, please contact Barbara at (206) 292-3900 the previous business day if you need a special delivery.
Thank you for your continued business.

=====

Checking ACCOUNT 919

=====

		LAST STATEMENT 12/31/09	12,716.71✓
MINIMUM BALANCE	12,716.71	CREDITS	.00
AVG AVAILABLE BALANCE	12,716.71	DEBITS	.00✓
AVERAGE BALANCE	12,716.71	THIS STATEMENT 01/29/10	12,716.71✓

- - - ITEMIZATION OF OVERDRAFT AND RETURNED ITEM FEES - - -

*	TOTAL FOR	TOTAL	*
*	THIS PERIOD	YEAR TO DATE	*
*			*
* TOTAL OVERDRAFT FEES:	.00	.00	*
* TOTAL RETURNED ITEM FEES:	.00	.00	*

Debtor The Cascadia Project LLCCase Number → 09-20780
Report Mo/Yr → 01/2010**UST-14, CONTINUATION SHEET
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**

INSTRUCTIONS: Prepare a CONTINUATION SHEET for each bank account or other source of the debtor's funds and attach supporting documents as indicated on the checklist below.

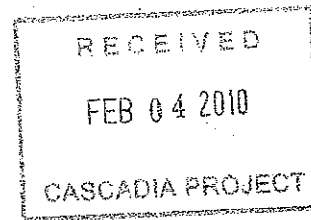
Depository (bank) name → Account number →	The Commerce Bank of Washington DIP-General Timber Proceeds Checking Account # [REDACTED] 818
Purpose of this account (select one): <input type="checkbox"/> General operating account <input type="checkbox"/> General payroll account <input type="checkbox"/> Tax deposit account (payroll, sales, gambling, or other taxes) <input checked="" type="checkbox"/> Other (explain) <u>Timber Proceeds</u>	
Beginning cash balance	0
Add: Transfers in from other estate bank accounts	
Cash receipts deposited to this account <u>Timber Proceeds</u>	79,924.41
Financing or other loaned funds (identify source)	
Total cash available this month	79,924.41
Subtract: Transfers out to other estate bank accounts	
Cash disbursements from this account (total checks written plus cash withdrawals, if any)	
Adjustments, if any (explain)	
Ending cash balance	\$79,924.41
Does this CONTINUATION SHEET include the following supporting documents, as required:	
	Yes No
• A monthly bank statement (or trust account statement);	<input checked="" type="checkbox"/> <input type="checkbox"/>
• A detailed list of receipts for that account (deposit log or receipts journal);	<input checked="" type="checkbox"/> <input type="checkbox"/>
• A detailed list of disbursements for that account (check register or disbursement journal); and,	<input type="checkbox"/> <input checked="" type="checkbox"/>
• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.	<input type="checkbox"/> <input checked="" type="checkbox"/>

UST-14 CONTINUATION SHEET, Number 6 of 8

THE
COMMERCE
BANK
OF WASHINGTON

007 00001 00
ACCOUNT:

PAGE: 1
818 01/29/2010



The Cascadia Project, LLC
C/O Kuo & Co.
General Timber Proceeds
11232 NE 15th Street #201
Bellevue WA 98004-3719

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0
0

=====

The Commerce Bank will be closed on Monday, February 15th, in observance of Presidents' Day
As there will be no regular courier service, please contact Barbara at (206) 292-3900 the previous business day if you need a special delivery.
Thank you for your continued business.

=====

Checking ACCOUNT 818

=====

		LAST STATEMENT 01/27/10	.00
MINIMUM BALANCE	79,924.41	1 CREDITS	79,924.41 ✓
AVG AVAILABLE BALANCE	33,456.30	DEBITS	.00
AVERAGE BALANCE	79,924.41	THIS STATEMENT 01/29/10	79,924.41 ✓

----- DEPOSITS -----

REF #.....DATE.....AMOUNT	REF #.....DATE.....AMOUNT	REF #.....DATE.....AMOUNT
01/27 79,924.41 ✓		

----- ITEMIZATION OF OVERDRAFT AND RETURNED ITEM FEES -----

*	TOTAL FOR	TOTAL	*
*	THIS PERIOD	YEAR TO DATE	*
*			*
* TOTAL OVERDRAFT FEES:	.00	.00	*
* TOTAL RETURNED ITEM FEES:	.00	.00	*

----- DAILY BALANCE -----

DATE.....BALANCE	DATE.....BALANCE	DATE.....BALANCE
01/27 79,924.41		

The Cascadia Project LLC

General Timber Proceeds

1/1/10-1/31/1

1/26/10	Manke Lumber Company Inc.	Timber 1/11/10-1/15/10 ck#507485	\$ 13,905.40
1/26/10	Edman Company	Timber 1/11/10-1/15/10 ck#29653	2,741.79
1/26/10	Manke Lumber Company Inc.	Timber 1/4/10-1/8/10 ck#507418	12,533.00
1/26/10	Edman Company	Timber 1/4/10/1/8/10 ck#29627	1,660.19
1/26/10	Manke Lumber Company Inc.	Timber 12/28/09-12/31/09 ck#507342	13,517.80
1/26/10	Shearer Brother Chipping LLC	Timber harvest 12/14/09-12/31/09 ck#54942	4,284.76
1/26/10	Manke Lumber Company Inc.	Timber 12/21/09-12/25/09 ck#507277	4,154.60
1/26/10	Manke Lumber Company Inc.	Timber 12/14/09-12/18/09 ck#507219	8,794.60
1/26/10	Edman Company	Timber 12/14/09-12/18/09 ck#29490	760.78
1/26/10	Manke Lumber Company Inc.	Timber 12/7/09-12/11/09 ck#507124	4,333.60
1/26/10	Edman Company	Timber 12/7/09-12/11/09 ck#29474	333.91
1/26/10	Erickson Logging Inc.	TMT 12/7/09-12/11/09 logging ck#32383	10,663.08
1/26/10	Weyerhaeuser	Timber 12/7/09-12/11/09 ck#96671407	2,240.90

TOTAL 1/1/10 - 1/31/10

\$ 79,924.41

Debtor The Cascadia Project LLCCase Number \Rightarrow 09-20780Report Mo/Yr \Rightarrow 01/2010**UST-14, CONTINUATION SHEET
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS****INSTRUCTIONS:** Prepare a CONTINUATION SHEET for each bank account or other source of the debtor's funds and attach supporting documents as indicated on the checklist below.

Depository (bank) name \Rightarrow Account number \Rightarrow	The Commerce Bank of Washington DIP-PSE Easement Checking Account # <u> </u> 915
Purpose of this account (select one): <input type="checkbox"/> General operating account <input type="checkbox"/> General payroll account <input type="checkbox"/> Tax deposit account (payroll, sales, gambling, or other taxes) <input checked="" type="checkbox"/> Other (explain) <u>Easement sale</u>	
Beginning cash balance	0
Add: Transfers in from other estate bank accounts	
Cash receipts deposited to this account	547,079.41
Financing or other loaned funds (identify source)	
Total cash available this month	547,079.41
Subtract: Transfers out to other estate bank accounts	
Cash disbursements from this account (total checks written plus cash withdrawals, if any)	—
Adjustments, if any (explain)	
Ending cash balance	\$ 547,079.41
Does this CONTINUATION SHEET include the following supporting documents, as required:	
	Yes No
• A monthly bank statement (or trust account statement);	<input checked="" type="checkbox"/> <input type="checkbox"/>
• A detailed list of receipts for that account (deposit log or receipts journal); <u>UST-17</u>	<input checked="" type="checkbox"/> <input type="checkbox"/>
• A detailed list of disbursements for that account (check register or disbursement journal); and,	<input type="checkbox"/> <input checked="" type="checkbox"/>
• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.	<input type="checkbox"/> <input checked="" type="checkbox"/>

UST-14 CONTINUATION SHEET, Number 7 of 8

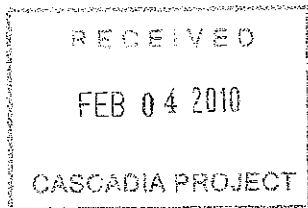
THE
COMMERCE
BANK
OF WASHINGTON

007 00001 00

ACCOUNT:

PAGE: 1

915 01/29/2010



The Cascadia Project, LLC
C/O Kuo & Co.
PSE Easement
11232 NE 15th Street #201
Bellevue WA 98004-3719

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0

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The Commerce Bank will be closed on Monday, February 15th, in observance of Presidents' Day
As there will be no regular courier service, please contact Barbara at (206) 292-3900 the previous business day if you need a special delivery.
Thank you for your continued business.

=====

Checking ACCOUNT 915

=====

		LAST STATEMENT 01/29/10	.00
MINIMUM BALANCE	547,079.41	1 CREDITS	547,079.41✓
AVG AVAILABLE BALANCE	547,079.41	DEBITS	.00
AVERAGE BALANCE	547,079.41	THIS STATEMENT 01/29/10	547,079.41✓

----- OTHER CREDITS -----			
DESCRIPTION	DATE	AMOUNT	
IWT TICOR TITLE OF WASHINGTON INC IOLTA CLOSING PROCEEDS	01/29	547,079.41✓	
PSE EASEMENT 6447268 US			

- - - ITEMIZATION OF OVERDRAFT AND RETURNED ITEM FEES - - -

*	TOTAL FOR	TOTAL	*
*	THIS PERIOD	YEAR TO DATE	*
*			*
* TOTAL OVERDRAFT FEES:	.00	.00	*
* TOTAL RETURNED ITEM FEES:	.00	.00	*

Debtor The Cascadia Project LLC

Case Number → 09-20780
Report Mo/Yr → 01/2010

**UST-14, CONTINUATION SHEET
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**

INSTRUCTIONS: Prepare a CONTINUATION SHEET for each bank account or other source of the debtor's funds and attach supporting documents as indicated on the checklist below.

Depository (bank) name → Account number →	KeyBank Money Market Account # [REDACTED] 6012
Purpose of this account (select one): <input checked="" type="checkbox"/> General operating account <input type="checkbox"/> General payroll account <input type="checkbox"/> Tax deposit account (payroll, sales, gambling, or other taxes) <input type="checkbox"/> Other (explain) _____	
Beginning cash balance	\$21.84
Add: Transfers in from other estate bank accounts	
Cash receipts deposited to this account	
Financing or other loaned funds (identify source)	
Total cash available this month	21.84
Subtract: Transfers out to other estate bank accounts	
Cash disbursements from this account (total checks written plus cash withdrawals, if any)	
Adjustments, if any (explain)	
Ending cash balance	\$21.84
Does this CONTINUATION SHEET include the following supporting documents, as required:	
	Yes No
• A monthly bank statement (or trust account statement);	<input checked="" type="checkbox"/> <input type="checkbox"/>
• A detailed list of receipts for that account (deposit log or receipts journal);	<input type="checkbox"/> <input checked="" type="checkbox"/>
• A detailed list of disbursements for that account (check register or disbursement journal); and,	<input type="checkbox"/> <input checked="" type="checkbox"/>
• If applicable, a detailed list of funds received and/or disbursed by another party for the debtor.	<input type="checkbox"/> <input checked="" type="checkbox"/>

UST-14 CONTINUATION SHEET, Number 8 of 8



KeyBank
P.O. Box 22114
Albany, NY 12201-2114

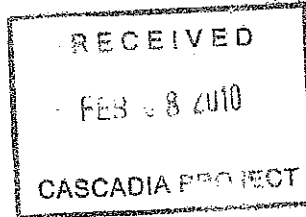
Business Banking Statement
January 31, 2010
page 1 of 4



7295



T 0260 00000 R EM T1
THE CASCADIA PROJECT LLC
11232 NE 15TH ST SUITE 201
BELLEVUE WA 98004-3739



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KeyNotes

Important Notice of Change to your Funds Availability Policy

As a result of the Federal Reserve Banks' reduction in the number of locations at which they process checks, effective December 14, 2009, the KeyBank National Association Funds Availability Policy will be revised. The Local Check routing number table in the section titled Other Check Deposits to all other types of Business deposit accounts not listed above in section number 4. in the KeyBank Funds Availability Policy is revised. Checks with the routing numbers listed below that previously would have been treated as non-local check deposits will now be treated as local check deposits. The routing numbers listed below were previously considered local to the states of Connecticut, Maine, Vermont and the following counties in New York (Albany, Bronx, Broome, Cayuga, Chemung, Chenango, Clinton, Columbia, Cortland, Delaware, Dutchess, Essex, Franklin, Fulton, Greene, Hamilton, Herkimer, Jefferson, Kings, Lewis, Madison, Montgomery, Nassau, New York, Oneida, Onondaga, Orange, Oswego, Otsego, Putnam, Queens, Rensselaer, Richmond, Rockland, Saratoga, Schenectady, Schoharie, Schuylar, Seneca, St. Lawrence, Suffolk, Sullivan, Tioga, Tompkins, Ulster, Warren, Washington, Westchester). These routing numbers will now also be considered local for all checks deposited in KeyBank branches in Ohio, Kentucky, Michigan, Indiana, Colorado, Idaho, Utah, Alaska, Oregon, Washington and in the following counties in New York (Allegany, Cattaraugus, Chautauqua, Erie, Genesee, Livingston, Monroe, Niagara, Ontario, Orleans, Steuben, Wayne, Wyoming, Yates):

0110, 0111*, 0112*, 0113*, 0114*, 0115*, 0116*, 0117*, 0118*, 0119*, 0210*, 0211*, 0212*, 0213*, 0214*, 0215*, 0216*, 0219*, 0260*, 0280*, 0310*, 0311*, 0312*, 0313*, 0319*, 0360*, 0510*, 0514*, 0520*, 0521*, 0522*, 0540*, 0550*, 0560*, 0570*, 2110*, 2111*, 2112*, 2113*, 2114*, 2115*, 2116*, 2117*, 2118*, 2119*, 2210*, 2211*, 2212*, 2213*, 2214*, 2215*, 2216*, 2219*, 2260*, 2280*, 2310*, 2311*, 2312*, 2313*, 2319*, 2360*, 2510*, 2514*, 2520*, 2521*, 2522*, 2540*, 2550*, 2560*, 2570**

The routing numbers listed below were previously considered local to the states of Ohio, Kentucky, Michigan, Indiana, Colorado, Idaho, Utah, Alaska, Oregon, Washington and in the following counties in New York, (Allegany, Cattaraugus,

7295 - 04731
3725

7295

KeyNotes (con't)

Chautauqua, Erie, Genesee, Livingston, Monroe, Niagara, Ontario, Orleans, Steuben, Wayne, Wyoming, Yates). These routing numbers will now also be considered local for all checks deposited in KeyBank branches in Connecticut, Maine, Vermont, and the following counties in New York (Albany, Bronx, Broome, Cayuga, Chemung, Chenango, Clinton, Columbia, Cortland, Delaware, Dutchess, Essex, Franklin, Fulton, Greene, Hamilton, Herkimer, Jefferson, Kings, Lewis, Madison, Montgomery, Nassau, New York, Oneida, Onondaga, Orange, Oswego, Otsego, Putnam, Queens, Rennselaer, Richmond, Rockland, Saratoga, Schenectady, Schoharie, Schuyler, Seneca, St. Lawrence, Suffolk, Sullivan, Tioga, Tompkins, Ulster, Warren, Washington, Westchester).

0220*, 0223*, 0410*, 0412*, 0420*, 0421*, 0422*, 0423*, 0430*, 0432*, 0433*,
0434*, 0440*, 0441*, 0442*, 0515*, 0519*, 0710*, 0711*, 0712*, 0719*, 0720*,
0724*, 0730*, 0739*, 0740*, 0749*, 0750*, 0759*, 0813*, 0830*, 0839*, 0863*,
0910*, 0911*, 0912*, 0913*, 0914*, 0915*, 0918*, 0919*, 0920*, 0921*, 0929*,
0960*, 1010*, 1011*, 1012*, 1019*, 1020*, 1021*, 1022*, 1023*, 1030*, 1031*,
1039*, 1040*, 1041*, 1049*, 1070*, 1110*, 1111*, 1113*, 1119*, 1120*, 1122*,
1123*, 1130*, 1131*, 1140*, 1149*, 1163*, 1210*, 1211*, 1212*, 1213*, 1220*,
1221*, 1222*, 1223*, 1224*, 1230*, 1231*, 1232*, 1233*, 1240*, 1241*, 1242*,
1243*, 1250*, 1251*, 1252*, 2220*, 2223*, 2410*, 2412*, 2420*, 2421*, 2422*,
2423*, 2430*, 2432*, 2433*, 2434*, 2440*, 2441*, 2442*, 2515*, 2519*, 2710*,
2711*, 2712*, 2719*, 2720*, 2724*, 2730*, 2739*, 2740*, 2749*, 2750*, 2759*,
2813*, 2830*, 2839*, 2863*, 2910*, 2911*, 2912*, 2913*, 2914*, 2915*, 2918*,
2919*, 2920*, 2921*, 2929*, 2960*, 3010*, 3011*, 3012*, 3019*, 3020*, 3021*,
3022*, 3023*, 3030*, 3031*, 3039*, 3040*, 3041*, 3049*, 3070*, 3110*, 3111*,
3113*, 3119*, 3120*, 3122*, 3123*, 3130*, 3131*, 3140*, 3149*, 3163*, 3210*,
3211*, 3212*, 3213*, 3220*, 3223*, 3224*, 3230*, 3231*, 3232*, 3233*, 3240*,
3241*, 3242*, 3243*, 3250*, 3251*, 3252*

Funds from deposits of local checks will be available on the first business day after the day of your deposit unless the routing number listed above is denoted with an asterisk(). If the routing number is denoted an asterisk(*), then the first \$100 of your deposit will be available on the first business day after the day of your deposit, and the remaining funds will be available on the second business day after the day of deposit. The rest of the Funds Availability Policy remains unchanged.*

Please retain this important information for your records. A complete copy of the revised Funds Availability Policy is available at any KeyBank branch.

Key Business Gold Money Market Svgs 7295
THE CASCADIA PROJECT LLC

Beginning balance 12-31-09	\$21.84
Ending balance 1-31-10	\$21.84

**Interest
earned**

Current Interest Rate	variable
Number of days this statement period	31

7295 - 04731
3725



Business Banking Statement
January 31, 2010
page 3 of 4



7295

Interest
earned
(con't)

Interest earned (2009)

\$5,009.41

7295 - 04731
3725

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Debtor The Cascadia Project LLC

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UST-14, SUMMARY OF DISBURSEMENTS (contd.)**Payments on Pre-Petition Unsecured Debt (requires court approval)**Did the debtor, or another party on behalf of the debtor, make any payments during this reporting month on pre-petition unsecured debt? Yes ☐ No ☒ If "Yes", list each payment.

Payee's name	Nature of payment	Payment date	Payment amount	Date of court approval

Payments to Attorneys and Other Professionals (requires court approval)Did the debtor, or another party on behalf of the debtor, make any payments during this reporting month to a professional such as an attorney, accountant, realtor, appraiser, auctioneer, business consultant, or other professional person? Yes ☐ No ☒ If "Yes", list each payment.

Professional's name	Type of work performed	Payment date	Payment amount	Date of court approval

Payments to an Officer, Director, Partner, or Other Insider of The DebtorDid the debtor, or another party on behalf of the debtor, make any payments during this reporting month to an officer, director, partner, or other insider of the debtor? Yes ☒ No ☐ If "Yes", list each payment.

Payee's name	Relationship to debtor	Payment date	Payment amount	Purpose of payment
Patrick Kuo	Managing Member	1/20/10	5,000	Salary
Steven Ahrens	CFO	1/20/10	6,250	Salary
John Ladenburg	COO	1/20/10	4,379	Salary

INSTRUCTIONS: Use the last column to describe the purpose of each payment, such as gross wages or salary, reimbursement for business expenses, loan repayment, advance, draw, bonus, dividend, stock distribution, or other reason for the payment(explain).

Debtor The Cascadia Project LLC

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UST-15, STATEMENT OF AGED RECEIVABLES

INSTRUCTIONS: Complete all portions of UST-15, STATEMENT OF AGED RECEIVABLES, unless the debtor asserts the following two statements are true for this reporting month:

- 1) At the beginning of the reporting month, the debtor did not have any uncollected receivables from prior months which includes both pre-petition and post-petition accounts receivable; and,
- 2) During the reporting month, the debtor did not have any receivables activity, including the accrual of new accounts receivable, or the collection or writeoff of accounts receivable from prior months.

Check here ☐ if the debtor asserts that both statements are correct and skip to UST-16, STATEMENT OF POST-PETITION PAYABLES, on the next page.

Accounts Receivable Aging

	Balance at month end	Current portion	Past due 31-60 days	Past due 61-90 days	Past due over 90 days	Uncollectible receivables
Pre-petition receivables	3,817,170	3,719,067			98,103	98,103 *
Post-petition receivables	22,978	22,978				
TOTALS	3,840,148	3,742,045			98,103	98,103

Explain what efforts the debtor made during this reporting month to collect receivables over 60 days past due.

*These Pre-petition receivables are presently uncollectible

Does the debtor have any accounts receivable due from an officer, director, partner, or other insider of the debtor? **NO** If yes, explain.

Accounts Receivable Reconciliation

Closing balance from prior month	3,826,455
New accounts receivable added this month	13,693
Subtotal	3,840,148
Less accounts receivable collected	-
Closing balance for current month	3,840,148

Debtor The Cascadia Project LLC

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**UST-16, STATEMENT OF POST-PETITION PAYABLES
PART A - TAXES**

INSTRUCTIONS: Complete both pages of PART A - TAXES unless the debtor asserts the following statement is true for this reporting month:

At the end of this reporting month, the debtor did not have any unpaid post-petition taxes which includes both current and delinquent tax obligations.

Check here ☐ if the debtor asserts the statement is correct, and skip to PART B - OTHER PAYABLES on Page 10.

Reconciliation of Unpaid Post-Petition Taxes

Type of tax	(1) Unpaid post-petition taxes from prior reporting month	(2) Post-petition taxes accrued this month (new obligations)	(3) Post-petition tax payments made this reporting month	(4) Unpaid post-petition taxes at end of reporting month (Column 1+2-3 = 4)
Federal Taxes				
Employee withholding taxes	2,778.36	2,774.05	552.41	0. —
FICA/Medicare--Employee	782.52	1,684.34	2466.86	0. —
FICA/Medicare--Employer	782.52	1,684.34	2466.86	0. —
Unemployment	98.69	446.14		544.83
State Taxes				
Dept. of Revenue				
Dept. of Labor & Industries	94.80	43.70		138.50
Empl. Security Dept.	244.01	673.89		917.90
Other Taxes				
Local city/county				
Gambling				
Personal property				
Real property				
Other				
Total Unpaid Post-Petition Taxes				\$ 1661.23

Debtor The Cascadia Project LLC

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**UST-16, STATEMENT OF POST-PETITION PAYABLES
PART A - TAXES (contd.)**

Delinquent Tax Reports and Tax Payments (post-petition only)

Taxing agency	Tax reporting period	Report due date	Payment due date	Amount due
N/A				

Explain the reason for any delinquent tax reports or tax payments:

Debtor The Cascadia Project LLC

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**UST-16, STATEMENT OF POST-PETITION PAYABLES
PART B - OTHER PAYABLES**

INSTRUCTIONS: Complete both pages of PART B - OTHER PAYABLES unless the debtor asserts that this statement is true for this reporting month:

Except for taxes and professional fees disclosed in PART A and PART C of this report, respectively, the debtor has no other unpaid post-petition payables from the current reporting month, or from any prior reporting months.

Check here ☐ If the debtor asserts the statement is correct, and skip to PART C - ESTIMATED PROFESSIONAL FEES on Page 12.

Reconciliation of Post-Petition Payables (excluding taxes and professional fees)

Closing balance from prior month	8,986.00
New payables added this month	59,299.06
Subtotal	68,285.06
Less payments made this month	51,251.62
Closing balance for this reporting month	\$ 17,033.44

Breakdown of Closing Balance by Age

Current portion	17,033.44
Past due 1-30 days	
Past due 31-60 days	
Past due 61-90 days	
Past due over 90 days	
Total	\$ 17,033.44

For accounts payable more than 30 days past due, explain why payment has not been made:

Case Number	⇒	09-20780
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INSTRUCTIONS: List each post-petition payable delinquent more than 30 days. Alternatively, attach the debtor's accounts payable aging report if the report: 1) clearly separates pre-and post-petition accounts payable, and, 2) identifies each delinquent payable by vendor's name, invoice date, invoice amount, and payment due date.

[illegible]

Debtor The Cascadia Project LLC

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**UST-16, STATEMENT OF POST-PETITION PAYABLES
PART C - ESTIMATED PROFESSIONAL FEES**

INSTRUCTIONS: Report only post-petition professional fees and expenses. To the extent possible, use billing statements to report the actual amounts due. If billing statements are not available, use the best information available to estimate the fees and costs.

Type of professional	Amount of retainer (if applicable)	Fees and expenses from prior months	Fees and expenses added this month	Total estimated fees and expenses at month end
Debtor's counsel	125,000	104,321.02	66,163.91	170,484.93
Debtor's accountant		4,100		4,100
Debtor's other professional (explain)		70,096	78,800 *	148,896
Trustee's counsel				
Creditors' Committee Counsel		37,192.38	12,865.31	50,057.69
Creditors' Committee other				
Total estimated post-petition professional fees and costs				\$ 373,538.62

* legal-land use service

\$ 900

Financial advisor (estimate
at 50% of standard rate)

\$ 77,900

Debtor The Cascadia Project LLC

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UST-17, OTHER INFORMATION

INSTRUCTIONS: Answer each question fully and attach additional sheets if necessary to provide a complete response.

Yes No

Question 1 - Sale or Abandonment of the Debtor's Assets. Did the debtor, or another party on behalf of the debtor, sell, transfer, or otherwise dispose of any of the debtor's assets during the reporting month? Include only sales out of the ordinary course. *The debtor must attach an escrow statement for each sale of real property and an auctioneer's report for each auction.*

☒☐

Asset Description	Date of Court Approval	Method of Disposition	Gross Sales Price	Net Proceeds Received (& Date)	Escrow Statement or Auctioneers Report Attached?
1. Easement	1.22.10	Sale	548,750	547,079.41 1.29.10	Yes
2.					
3.					
4.					
5.					

Total 548,750

Any disbursements made from escrow or trust accounts from the proceeds of the above transactions should also be included on the line of UST-14 entitled "Disbursements from sales out of the ordinary course."

Question 2 - Financing. During the reporting month, did the debtor receive any funds from an outside funding source?

☐☒

Date of Court Approval	Amount	Source of funds	Date Received

Total _____

Question 3 - Insider Loans/Capital Contributions. During the reporting month, did the debtor receive any funds from an officer, director, partner, or other insider of the debtor?

☒☐

Date of Court Approval	Amount	Source of funds	Date Received
12/1/09	18,000	Y.K. Chen	1/12/2010
12/1/09	22,000	Y.K. Chen	1/20/2010
1/22/10	15,000 net	Y.K. Chen	1/22/2010
1/22/10	3,000	Y.K. Chen	1/28/2010

Total 58,000

TICOR TITLE COMPANY
7412 27th Street West, University Place, WA 98466
Phone: (253)460-2921 Fax: (253)460-3189

SELLER'S ESTIMATED SETTLEMENT STATEMENT

Date: January 21, 2010
Settlement Date: January 27, 2010
Borrower: Puget Sound Energy, Inc.
PO BOX 91269
Bellevue, WA 98009
Seller: Cascadia Project, LLC.
11232 NE 15th St, #201
Bellevue, WA 98009
Property: Easement
, WA

Time: 09:06 AM
Escrow No.: 6447268
Escrow Officer: Heather R. Davidson

	DEBIT	CREDIT
Financial Consideration		
Total Consideration		548,750.00
Escrow Charges		
Settlement or Closing Fee Ticor Title Company	800.00	
Title Charges		
Sales Tax on Escrow Ticor Title Company	74.40	
HOA Charges		
Other Debits/Credits		
2nd Half 2009 Taxes/Jan '10 Pierce County Assessor Treasurer	0519093007 796.19	
Subtotals	1,670.59	548,750.00
Balance Due TO Seller	547,079.41	
TOTALS	548,750.00	548,750.00

Seller

Cascadia Project, LLC.

BY:

John W. Ladenburg Sr., Chief Operating
Officer

Ticor Title
Settlement Agent

Debtor The Cascadia Project LLC

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UST-17, OTHER INFORMATION

	Yes	No																		
Question 4 - Insurance and Bond Coverage. Did the debtor renew, modify, or replace any insurance policies during this reporting month? Renewals: <u>Provider</u> <u>New Premium</u> <u>Is a Copy Attached to this Report?</u> Changes: <u>Provider</u> <u>New Premium</u> <u>Is a Copy Attached to this Report?</u>	<input type="checkbox"/>	<input checked="" type="checkbox"/>																		
Were any insurance policies canceled or otherwise terminated for any reason during the reporting month? If yes, explain.	<input type="checkbox"/>	<input checked="" type="checkbox"/>																		
Were any claims made during this reporting month against the debtor's bond? (Answer "No" if the debtor is not required to have a bond. If yes, explain.)	<input type="checkbox"/>	<input checked="" type="checkbox"/>																		
Question 5 - Personnel Changes. Complete the following: <table border="1" style="width: 100%; margin-top: 10px;"> <thead> <tr> <th></th> <th>Full-time</th> <th>Part-time</th> </tr> </thead> <tbody> <tr> <td>Number of employees at beginning of month</td> <td>5</td> <td>1</td> </tr> <tr> <td>Employees added</td> <td></td> <td></td> </tr> <tr> <td>Employees resigned/terminated</td> <td></td> <td></td> </tr> <tr> <td>Number employees at end of month</td> <td>5</td> <td>1</td> </tr> <tr> <td>Gross Monthly Payroll and Taxes</td> <td colspan="2">\$ 51,731.95</td> </tr> </tbody> </table>				Full-time	Part-time	Number of employees at beginning of month	5	1	Employees added			Employees resigned/terminated			Number employees at end of month	5	1	Gross Monthly Payroll and Taxes	\$ 51,731.95	
	Full-time	Part-time																		
Number of employees at beginning of month	5	1																		
Employees added																				
Employees resigned/terminated																				
Number employees at end of month	5	1																		
Gross Monthly Payroll and Taxes	\$ 51,731.95																			
Question 6 - Significant Events. Explain any significant new developments during the reporting month. 1/22/10 Hearing on HomeStreet Bank motion for relief from stay (continued pending final hearing) Order authorizing sale of easement (sale closed on 1/29/10) 1/26/10 Final Order approving post petition secured financing 1/27/10 Order setting evidentiary hearing for June 22-24, 2010 1/28/10 Order authorizing employment of Obsidian Finance Group, LLC as financial advisor for debtor																				
Question 7 - Case Progress. Explain what progress the debtor made during the reporting month toward confirmation of a plan of reorganization. Continued meetings and preparation of a financial model with Obsidian Finance Group. Continuing discussions with potential equity sources, 2 builders for purchase of lots, the school district for purchase of a 25 acre site and a potential commercial acreage purchaser. Finalization of terms of a ground lease for a communication tower; discussions with a sand & gravel operator. Meetings with Pierce County staff re options to delay or offload certain mitigation requirements. <i>PLAN WILL BE FILED WITH DISCLOSURE STATEMENT ON OR BEFORE 4/15/10. HEARING ON PLAN CONFIRMATION AND FINAL HEARING ON MOTION FOR RELIEF FROM STAY (HOME STREET) WILL BE HELD 6/22 - 6/24, 2010.</i>																				